

200

REPORT ON CHARITY RACING DAYS

DISTRIBUTING AGENTS

(CHARITABLE FOUNDATIONS)

OCTOBER 1973

Joint Legislative Audit Committee

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California Legislature

VINCENT THOMAS
CHAIRMAN

ROOM 4126, STATE CAPITOL
SACRAMENTO, CALIFORNIA 95814
(916) 445-7906

MERRILL E. TOMPKINS, C.P.A., COORDINATOR
(916) 445-1890
EVE OSTOJA, OFFICE MANAGER
(916) 445-7908

October 24, 1973

Assemblyman Leon Ralph, Chairman
Assembly Committee on Government
Organization
Room 4130, State Capitol
Sacramento, California 95814

Dear Leon:

Transmitted herewith is the report on the charity racing days distributing agents (charitable foundations).

In both 1971 and 1972, over \$1.5 million was realized from charity days racing, compared to less than \$1 million provided in 1970. The primary cause of this increase was 1970 legislation which changed the allocations made from parimutuel wagering pools.

Control over these funds is provided by separate accounting for charity day operations, the Horse Racing Board's approval of charity beneficiaires, and independent audits of the charitable foundations.

Most, but not all, of the foundations incur some operating costs which reduces the amount of funds available for charity. There are several other variations in operations among the foundations; however, appropriate financial reporting is not impeded.

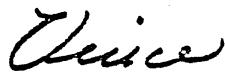
Assemblyman Leon Ralph
October 24, 1973
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The net proceeds from one charity day during each annual thoroughbred meeting would be diverted under SB 729 from allocation by the foundations to providing welfare benefits to persons who are or have been engaged in the care, training, or running of thoroughbred racehorses. The method of designating the amount of funds appropriated to provide benefits to this special group involves some problems which could be avoided by alternatives.

Detail listings of the distributions of the foundations to charities are included.

With my warm best wishes,

Sincerely,



VINCENT THOMAS, Chairman
Joint Legislative Audit Committee

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INTRODUCTION

Approximately \$1.5 million annual proceeds from charity racing days are allocated by distributing agents (charitable foundations) to the various charities of their choice. SB 729 proposes to divert the proceeds from one charity day of each annual thoroughbred race meeting from allocation by the foundations to providing welfare benefits to persons who have been engaged in the care, training or running of thoroughbred racehorses.

The Assembly Committee on Government Organization has requested an audit of the charitable foundations and comments regarding the use of charity day proceeds. We have relied upon the annual audits of the foundations made by independent certified public accountants, and accordingly have limited our review to analysis of reported operations.

REPORT SUMMARY

The amount of net proceeds provided to charities is primarily regulated by two factors: the selection of the specific dates which are designated as charity days and the distributions made from parimutuel wagering pools.

The amounts of gross receipts varies substantially from day to day, while the amounts of daily direct expenses, which are deducted from gross receipts to establish the amount of net proceeds, do not vary materially. Therefore, the selection of the charity days materially affects the amounts available for distribution to charities.

In 1970 the net charity proceeds was less than \$1 million, while in both 1971 and 1972 over \$1.5 million was provided. This increase was primarily the result of 1970 legislation which changed the allocations of parimutuel wagering pools.

Appropriate controls over these funds are provided by the requirements of the Horse Racing Board that separate accounting be made for charity days' operations and independent audits of the charitable foundations be performed. The audits include verification of the tax-exempt status of beneficiaries.

All services provided to two of the charitable foundations are without costs and therefore all proceeds are available for distribution to charities. Varying amounts of operating costs are incurred by the other foundations.

There are a number of differences in operations among the foundations; however, these differences do not impede appropriate financial reporting.

In lieu of allocating one charity day's proceeds to the special group of beneficiaries proposed by SB 729, the following alternatives which would have fewer adverse effects are available:

- Establish base amounts which would continue to be available for allocation by the foundations, with all or a portion of the excess allocated to the designated beneficiaries.
- Create a statewide foundation to receive a portion of the charity funds that could be allocated both to the special group of beneficiaries and other beneficiaries.

REGULATIONS

Charity racing days are regulated by the following sections of the Business and Professions Code:

- Section 19550 requires the designation of at least five racing days as charity days by racing associations which conduct more than eleven weeks of racing during any one meeting. Other associations are required to designate at least three charity days. Racing meetings which are sponsored by governmental agencies are not required to include charity days.
- Section 19551 makes the issuance of the license conditional upon the furnishing of personnel and facility to conduct the charity racing days.
- Section 19552 specifies that the same racing officials required to serve at the meeting shall serve in the same capacities in connection with charity day racing.
- Section 19553 requires the inclusion of all income and limits the expenses to be deducted therefrom to those incurred because of the conduct of racing on the charity days. No profit can be made, either directly or indirectly, and the balance of gross income after deducting expenses is to be paid to a qualified distributing agent.

- Section 19554 requires that distributing agents be nonprofit organizations exempt from the payment of any tax measured by income. The five trustees or directors are precluded from being connected with or having any interest in the racing association. They are required to be residents of the state and associated with an organization engaged in civic, religious, charitable, educational or veterans' activities.
- Section 19555 requires that (1) the charity days' net proceeds be paid to the distributing agent as soon as practicable, and (2) at least 90 percent be paid by the distributing agent within one year after the last day of the meeting, with any balance remaining distributed as soon thereafter as is practicable.
- Section 19556 limits payments by the distributing agents to nonprofit corporations or organizations (1) exempt from taxes measured by income, (2) engaged in charitable, benevolent, civic, religious or veterans' work, and (3) approved by the Horse Racing Board. Chapter 1529, Statutes of 1967, added the provision that organizations which provide charitable benefits to persons connected with the care, training and running of racehorses shall not be excluded.
- Section 19557 specifies that if the name of a designated beneficiary has not been disapproved within 60 days after submission by the distributing agent to the Horse Racing Board, its approval shall be deemed to have been given.

OPERATIONS

Charities derive benefit from the days designated annually by each racing association only if the gross receipts of these days exceed the related direct costs. Thus, during 1971 and 1972, the first two years of operations at Cal-Expo, Capitol Trotting Association experienced operating losses as was anticipated by the owners. No funds were provided for charity. At the conclusion of this year's meeting, the distributing agent, Sacramento Harness Racing Charity Days Foundation, advertised locally that it would receive requests from charities for funds. It does not necessarily follow that the Sacramento harness meeting is profitable because the inclusion of indirect costs which are not deductible in determining charity day proceeds could result in loss operations. However, as Table 1 indicates, most of the funds provided to charity are derived from the large, successful, long-established meetings.

Table 1

Distributing Agents Receipts from Racing
Associations and Disbursement to Charities

<u>Distributing Agent</u>	<u>Year Ended</u>	<u>Receipts</u>	<u>Disbursements</u>
Santa Anita Foundation	12-31-72	\$ 411,399	\$ 393,750
Hollywood Turf Club Associated Charities, Inc.	3-31-73	613,543	593,550
Del Mar Charities	6-30-72	39,154	38,617
Oak Tree Foundation	7-31-72	63,226	Note
Western Harness Charity Foundation	8-31-72	25,993	13,000
Los Alamitos Charity Foundation, Inc.	12-31-72	144,834	142,500
Southern California Racing Association Charitable Foundation	12-31-72	32,970	32,970
Horsemen's Quarter Horse Racing Association Charity Foundation	-	-	-
Golden Gate Fields Foundation	11-30-72	63,508	61,600
Tanforan Charities Foundation	12-31-72	66,591	66,025
California Jockey Club Foundation	12-31-72	67,498	66,000
California Horse Racing Association Charity Foundation	-	-	-
Sacramento Harness Racing Charity Days Foundation	-	-	-
Peninsula Charity Foundation	-	-	-
Total		\$1,528,716	\$1,408,012

Note: \$63,225 distributed after year end, on August 7, 1972.

Finding

FOR THE MAJOR TRACKS, THE DATES WHICH ARE DESIGNATED BY THE RACING ASSOCIATION AS CHARITY DAYS HAS A MAJOR IMPACT ON THE AMOUNT OF CHARITY FUNDS PROVIDED.

As indicated in Table 1 above, two distributing agents, Santa Anita Foundation and Hollywood Turf Club Associated Charities, Inc., account for approximately two-thirds of the total transactions of all the charity foundations. Table 2 relates the gross income from racing operations for the most recent

fiscal years of the two racing associations from which these two foundations derive their income.

Table 2

Racing Associations Gross Income

	Hollywood Turf Club (Year End <u>March 31, 1973)</u>	Los Angeles Turf Club (Year End <u>October 31, 1972)</u>
Gross Handle	<u>\$213,493,840</u>	<u>\$208,280,760</u>
Track Income:		
Commission including breakage	9,963,217	9,690,526
Admission	4,398,391	4,655,530
Concession, parking, programs and other race meet income	<u>2,582,664</u>	<u>2,416,574</u>
Total	<u>\$ 16,944,272</u>	<u>\$ 16,762,630</u>

The expenses allocated to charity days by these two tracks for the most recent fiscal years are, like the gross income, not significantly different: \$491,900 by Hollywood Turf Club and \$445,760 by Los Angeles Turf Club. The single factor which caused the Hollywood Turf Club Associated Charities, Inc. income to be almost 50 percent greater than the Santa Anita Foundation income was the differences in the gross revenue realized on charity days. Table 3 summarizes the gross income from charity days operations for these two associations.

Table 3

Charity Days Gross Income

	Hollywood Turf Club (Year End <u>March 31, 1973)</u>	Los Angeles Turf Club (Year End <u>October 31, 1972)</u>
Gross Handle	<u>\$14,489,196</u>	<u>\$11,543,670</u>
Track Income:		
Commission including breakage	652,311	510,570
Admission	290,934	232,633
Concession, parking, programs and other race meet income	<u>162,199</u>	<u>113,956</u>
Total	<u>\$ 1,105,444</u>	<u>\$ 857,159</u>

The total charity days income for Hollywood Turf Club is 6.5 percent of the total income (Table 2), while for Los Angeles Turf Club, charity days income is 5.1 percent of total income. If these two percentages were the same, there would be little difference in the amounts provided to charity.

Finding

THE PRIMARY CAUSE OF THE SUBSTANTIAL INCREASE IN CHARITY FUNDS IS 1970 LEGISLATION WHICH CHANGED THE ALLOCATIONS OF PARIMUTUEL WAGERING POOLS.

In 1970, less than \$1 million was realized from charity day racing operations, while in both 1971 and 1972 over \$1.5 million was provided to the charity foundations. Chapter 1609, Statutes of 1970, changed the operations of parimutuel wagering pools in the following regard:

- The amount returned to wagerers was reduced from 86 percent to 84.45 percent for thoroughbred races and to 84.25 percent for other races.
- The method of computing the state license fee was changed with a lower amount being paid in most, but not all, instances.
- The amount to be paid in purses is designated for most operations separate from the track commission.

The effect of these changes is summarized in Table 4 which compares the amount of track commission and purses prior and subsequent to the 1970 change at various amounts of total wager:

Table 4

Track Commission and Purses

<u>Gross Handle</u>	<u>1970 And Prior</u>	<u>Subsequent To 1970</u>	<u>Increase</u>
\$ 20,000,000	\$ 1,700,000	\$ 2,050,000	\$ 350,000
40,000,000	3,100,000	3,860,000	760,000
40,000,001	3,100,000	3,690,000	590,000
75,000,000	5,550,000	6,840,000	1,290,000
75,000,001	5,550,000	6,675,000	1,125,000
120,000,000	8,475,000	10,590,000	2,115,000
120,000,001	8,475,000	10,290,000	1,815,000
180,000,000	12,100,000	15,330,000	3,230,000
180,000,001	12,100,000	14,850,000	2,750,000

Finding

APPROPRIATE CONTROLS ARE PROVIDED BY THE HORSE RACING BOARD'S REQUIREMENT OF SEPARATE ACCOUNTING FOR CHARITY DAYS OPERATIONS AND INDEPENDENT AUDITS OF DISTRIBUTING AGENTS, WHICH INCLUDE VERIFICATION OF THE TAX-EXAMPT STATUS OF BENEFICIARY ORGANIZATIONS.

The financial information summarized in Table 1 and shown in detail in the appendix is from the most current independent audit reports of the distributing agents. Each racing association is required to maintain its accounting records so that operations on charity days are separate from other days. Financial reports identify the basis by which costs are allocated between charity days and other days. Unique situations (e.g., racing operations conducted by subsidiaries with part of profits transferred to the parent company by rent charges) do not affect the charity days operations.

Unqualified opinions are provided in each of the certified public accountants reports on the distributing agents. The board approves the proposed disbursements of distributing agents prior to payment, and the auditors verify the eligibility of charity beneficiaries to receive funds.

Findings

- ALL BUT TWO OF THE DISTRIBUTING AGENTS INCUR SOME COSTS WHICH REDUCES THE AMOUNT OF FUNDS FOR CHARITY.
- THE DIFFERENCES IN OPERATIONS AMONG THE DISTRIBUTING AGENTS DO NOT IMPEDE APPROPRIATE FINANCIAL REPORTING.

One agent, Southern California Racing Association Charitable Foundation, incurs no costs and distributes all receipts to charity within the same fiscal year of receipt. Only one other agent, Santa Anita Foundation, incurs no operating expenses and is therefore able to distribute all funds to charities. Among the other agents, operating costs range from \$5 to over \$15,000 per year.

Table 5 summarizes the cash receipts and disbursements and fund balances of the distributing agents for the most recent fiscal years for which audits have been completed. The following operating differences are indicated:

- Two agents, Santa Anita Foundation and Hollywood Turf Club Associated Charities, have substantial amounts of other funds in addition to charity day funds. Separate accounting is provided.
- Operating expenses are paid from the same fund as distributions to charities, except the Hollywood Turf Club agent maintains a separate fund from which expenses are paid. Transfers of both charity day funds and other funds are made to the expense fund.
- Various fiscal years have been adopted by the agents.
- Some agents distribute funds soon after receipt, while others delay distributions to near the statutory limit and realize interest income which increases the amount ultimately distributed to charities. A portion of the invested fund balance of Western Harness Charity Foundation is a \$4,012 advance from the racing association.
- Both the cash and accrual basis of accounting are used. We have made adjustments so that all amounts reflected in Table 5 are on the cash basis.

Table 5

Distributing Agents Cash Receipts
And Disbursements and Fund Balance

	<u>Charity Day Fund</u>	<u>Other Funds</u>	<u>Total</u>
<u>Santa Anita Foundation</u>			
<u>Year Ended December 31, 1972</u>			
Receipts:			
Net proceeds from charity days	\$411,399	-	\$411,399
Interest income	<u>16,763</u>	<u>\$ 11,986</u>	<u>28,749</u>
Total receipts	428,162	11,986	440,148
Less disbursements to charities (Appendix 1)	<u>393,750</u>	<u>3,000</u>	<u>396,750</u>
Increase in fund balance	34,412	8,986	43,398
Fund balance, January 1, 1972	<u>402,197</u>	<u>228,395</u>	<u>630,592</u>
Fund balance, December 31, 1972	<u>\$436,609</u>	<u>\$237,381</u>	<u>\$673,990</u>
<u>Hollywood Turf Club Associated Charities, Inc., Year Ended March 31, 1973</u>			
Receipts:			
Net proceeds from charity days	\$613,543		\$613,543
Interest income	2,017		2,017
Other contributions	<u> </u>	<u>\$ 3,250</u>	<u>3,250</u>
Total receipts	<u>615,560</u>	<u>3,250</u>	<u>618,810</u>
Disbursements:			
To charities (Appendix 2)	593,550		593,550
To expense fund (see below)	<u>16,000</u>	<u>4,000</u>	<u>20,000</u>
Total disbursements	<u>609,550</u>	<u>4,000</u>	<u>613,550</u>
Change in fund balance	6,010	(750)	5,260
Fund balance, April 1, 1972	<u>165,770</u>	<u>17,405</u>	<u>183,175</u>
Fund balance, March 31, 1973	<u>\$171,780</u>	<u>\$ 16,655</u>	<u>\$188,435</u>

Expense fund:	
Receipts (from above)	\$ 20,000
Expenses:	
Salaries	\$ 9,800
Professional services	2,800
Taxes and insurance	1,365
Office furniture, equipment & supplies	355
Automobile expense	590
Telephone and postage	198
Other expense	<u>278</u>
Total expense	<u>15,386</u>
Increase in fund balance	4,614
Fund balance, April 1, 1972	<u>14,885</u>
Fund balance, March 31, 1973	<u>\$ 19,499</u>

Del Mar Charities - Year Ended June 30, 1972

Net proceeds from charity days	\$ 39,154
Disbursements:	
To charities (Appendix 3)	38,617
Accounting fees	375
Secretarial services and other expenses	<u>296</u>
Total disbursements	<u>39,288</u>
Decrease in fund balance	(134)
Fund balance, July 1, 1971	<u>848</u>
Fund balance, June 30, 1972	<u>\$ 714</u>

Oak Tree Foundation - Year Ended July 31, 1972

Receipts:

Net proceeds from charity days	\$ 63,226
Interest income	<u>421</u>
Total receipts	63,647
Expense	5
Increase in fund balance	<u>63,642</u>
Fund balance, August 1, 1971	<u>250</u>
Fund balance, July 31, 1972	<u>63,892</u>

Note: Distributions to charities in the amount of \$63,225 made after year end, on August 7, 1972 are shown in Appendix 4.

Western Harness Charity Foundation
Year Ended August 31, 1972

Receipts:

Net proceeds from charity days	\$ 25,993
Advance from Western Harness Racing Association	4,012
Interest income	<u>628</u>
Total receipts	<u>30,633</u>

Disbursements:

To charities (Appendix 5)	13,000
Legal and accounting	<u>986</u>
Total disbursements	<u>13,986</u>
Increase in fund balance	16,647
Fund balance, September 1, 1971	<u>14,368</u>
Fund balance, August 31, 1972	<u>\$ 31,015</u>

Los Alamitos Charity Foundation, Inc.
Year Ended December 31, 1972

Net proceeds from charity days	\$ 144,834
Disbursements:	
To charities (Appendix 6)	142,500
Accounting	340
Dinner meeting	50
Postage	32
Post office box rental	11
Office expense and stationery	95
Officer salary	1,285
Filing fees	10
Office equipment purchase	516
Total disbursements	<u>144,839</u>
Decrease in fund balance	(5)
Fund balance, January 1, 1972	<u>2,742</u>
Fund balance, December 31, 1972	\$ <u>2,737</u>

Southern California Racing Association Charitable Foundation
Year Ended December 31, 1972

Net proceeds from charity days	\$ 32,970
Less disbursements to charities (Appendix 7)	<u>32,970</u>
Change in fund balance	-
Fund balance, September 6, 1972 (inception)	<u>-</u>
Fund balance, December 31, 1972	<u>-</u>

Golden Gate Fields Foundation
Year Ended November 30, 1972

Net proceeds from charity days	\$ 63,508
Disbursements:	
To charities (Appendix 8)	61,600
Clerical service	634
Total disbursements	<u>62,234</u>
Increase in fund balance	1,274
Fund balance, December 1, 1971	<u>504</u>
Fund balance, November 30, 1972	\$ <u>1,778</u>

Tanforan Charities Foundation
Year Ended December 31, 1972

Net proceeds from charity days	\$ <u>66,591</u>
 Disbursements:	
To charities (Appendix 9)	66,025
Tax	<u>10</u>
 Total disbursements	<u>66,035</u>
 Increase in fund balance	556
 Fund balance, January 1, 1972	<u>1,078</u>
 Fund balance, December 31, 1972	\$ <u>1,634</u>

California Jockey Club Foundation
Year Ended December 31, 1972

Net proceeds from charity days	\$ <u>67,498</u>
 Disbursements:	
To charities (Appendix 10)	66,000
Bookkeeping	1,800
Rent	990
Legal and accounting	900
Telephone	86
Postage	39
Office supplies	126
Taxes	<u>12</u>
 Total disbursements	<u>69,953</u>
 Decrease in fund balance	(2,455)
 Fund balance, January 1, 1972	<u>11,631</u>
 Fund balance, December 31, 1972	\$ <u>9,176</u>

CHANGE IN OPERATIONS

A reduction in the funds available for allocation by the foundations would result from the dedication of one day's proceeds to provide welfare benefits to persons who are or have been engaged in the care, training or running of thoroughbred racehorses. However, neither can the reduction in amounts be accurately estimated, nor can the long-term impact of this change be evaluated. The following problems may be eliminated by alternative solutions: (1) beneficiary influence over the amounts to be provided, (2) elimination of benefit consideration, and (3) allocation and control of operating costs.

- Beneficiary Influence Over Amounts Provided - The charities which receive funds exercise no control over the selection of the dates designated as charity days, although this selection has a major impact on the total amount of funds provided. In addition, no particular charity benefits disproportionately from the date selection. However, under SB 729, the horsemen's organization which contracts with the racing association would receive the funds to provide the welfare benefits to the persons associated with the industry. The days' selection could be a continuing concern because the horseman's organization would be the only beneficiary which both (1) contracts with the racing association and thereby influences the days' selection, and (2) has its beneficiary status fixed by statute.

- Elimination of Benefit Consideration - The statutory requirement that the foundations' directors all be associated with organizations engaged in civic, religious, charitable, educational or veterans activities provides the foundations with experience in charity operations. The complimentary provision of designating only general statutory requirements of eligible beneficiaries confers the foundations' (1) authority to judge performance, and (2) responsibility to act thereon in allocating funds. A 1967 code amendment added the provision that a beneficiary, otherwise qualified, could not be excluded because benefits were provided to members of the industry. Accordingly, payments have been made to both the California Thoroughbred Breeders Foundation and the Horsemen's Benevolent and Protective Association. The statutory designation that one group of beneficiaries should have special treatment would merely reflect a different set of priorities than that of all the foundations collectively. However, the statutory dedication of specific funds, such as a day's net proceeds, (1) would denote that future benefits can be ascertained and summarily disposed of years before the facts, and (2) could establish a precedent for others to seek permanent assurance regarding their future funding.
- Allocation and Control of Operating Costs - The total operating expenses of all the foundations is not material in relation to total charity distributions. However, Table 6 evidences significant variations among the foundations.

Table 6

Charity Distributions and Operating Expenses

<u>Distributing Agent</u>	<u>Total Charity Distributions</u>	<u>Operating Expenses</u>
Santa Anita Foundation	\$ 396,750	-
Hollywood Turf Club Associated Charities	593,550	\$14,885
Del Mar Charities	38,617	671
Oak Tree Foundation	63,225	5
Western Harness Charity Foundation	13,000	986
Los Alamitos Charity Foundation	142,500	2,339
Southern California Racing Association Charitable Foundation	32,970	-
Golden Gate Fields Foundation	61,600	634
Tanforan Charities Foundation	66,025	10
California Jockey Club Foundation	66,000	<u>3,953</u>
Total	\$1,474,237	\$23,483

No provision is made regarding how much, if any, of the operating costs would be deducted from the net proceeds that would be transmitted to the horsemen's organization under the proposed legislation.

Finding

PROVISION CAN BE MADE FOR A SPECIAL GROUP OF BENEFICIARIES WITHOUT SIGNIFICANT CHANGE IN OPERATIONS.

Both of the following alternatives would mandate special benefits but would prevent beneficiaries who do not contract with the racing association from being adversely affected by that absence.

- The designation of a percentage of all charity funds for allocation to the horsemen's association would result in all beneficiaries being affected proportionally by changes in net proceeds.

- The designation of the excess of a base amount for allocation to the horsemen's association would assure that other beneficiaries are not adversely affected by the influence over the designation of dates.

However, both of these alternatives would provide a relatively fixed dedication to one group of beneficiaries and thereby would reduce the flexibility to respond to future changing needs. Also, neither provide any additional incentive to control costs.

The substantial variations among the foundation in the relation between charity distributions and operating costs shown in Table 6 evidences a lack of uniformity of operations. The control of operating costs could be one of the functions of a new statewide foundation which would receive a portion (e.g., either a percentage or the excess above a base amount) of the charity funds for allocation to the horsemen's organizations for welfare benefits within the industry and to other beneficiaries, either by return to the local foundations or by direct allocation. This would preserve flexibility, avoid disruption of existing foundations' operations and could unify operations regarding costs.



Walter J. Quinn
Chief Deputy Auditor General

October 23, 1973

Staff:

John E. Finnstrom
Wesley E. Voss
Jerome J. Wentz

SANTA ANITA FOUNDATION
CHARITY DISTRIBUTIONS
YEAR ENDED DECEMBER 31, 1972

American Cancer Society, Inc.	\$ 3,000
American Red Cross, Arcadia Chapter	2,000
Arthritis Foundation	1,000
Big Brothers, Los Angeles County	1,000
Braille Institute of America, Inc.	5,000
California Institute of Technology - Fund for Environmental and Air Pollution Program	2,000
Chandler School	2,500
City of Hope	1,500
Community Television of Southern California	2,500
Coro Foundation	1,000
Harvey Mudd College	2,000
Hathaway Home for Children	3,000
Jewish Welfare Federation	20,000
John Tracy Clinic	5,000
La Vina Hospital	500
Los Angeles County Heart Association	3,000
Los Angeles Herald Examiner Benefit Fund	15,000
Los Angeles Orphanage Guild	1,000
Los Angeles Y.M.C.A.	20,000
Los Angeles Y.M.C.A. Building Fund	5,000
Methodist Hospital of Southern California	3,000
Music Center Arts and Education Fund	20,000
Muscular Dystrophy Association of America, Inc.,	
Los Angeles Chapter	500
National Multiple Sclerosis Society	500
Pacific Oaks College and Children's School	2,500
Pyles, R.M. Boy's Camp	1,000
Roman Catholic Archbishop of Los Angeles	20,000
Southern California Building Funds	10,000
Southern California Society for Prevention of Blindness	1,000
United Crusade:	
Arcadia	2,000
Los Angeles County	210,000
Orange County	5,000
Riverside County	2,000
San Bernardino County	2,000
Santa Barbara County	1,000
San Marino	1,000
Santa Monica	2,000
Ventura County	1,000
United States Olympic Committee	2,000
University Religious Conference	1,000
University of Southern California - Gwynn Wilson Student Union Building Fund	10,000
Westridge School for Girls	2,500
Young Audiences of Greater Los Angeles, Inc.	750
 Total	 <u>\$396,750</u>

HOLLYWOOD TURF CLUB ASSOCIATED CHARITIES, INC.
 CHARITY DISTRIBUTIONS
YEAR ENDED MARCH 31, 1973

Arrowhead United Fund	\$ 1,000
Braille Institute of America, Inc.	1,000
Catholic Welfare Bureau of the Archdiocese of Los Angeles	32,000
Centinela Hospital Association	20,000
Daniel Freeman Memorial Hospital	20,000
Hawthorne Coordinating Council	5,000
Inglewood Charities Committee	10,000
Orange County Federation of Community Chests, Inc.	5,000
Southern California Building Funds	30,000
United Jewish Welfare Fund of Los Angeles	32,000
United Way, Inc., aka United Crusade	355,000
Ventura County Community Chest, Inc.	2,000
Young Men's Christian Association of the Centinela Valley Area	5,000
All Nations Foundation	1,000
American Field Service, Inc.	500
Anchors of Childrens Hospital	200
Assistance League of Anaheim, California	300
Assistance League of Fullerton, California	300
Assistance League of Glendale	300
Assistance League of Long Beach	300
Assistance League of Orange, California, Inc.	300
Assistance League of San Pedro	300
Assistance League of Santa Monica, California	300
Bid Brothers of Greater Los Angeles, Inc.	500
Big Sister League	500
Blind Children's Center, Inc. The	500
B'nai B'rith Youth Commission	1,500
Boys' Club of Long Beach	1,500
Boys' Club of Pacoima and San Fernando	1,500
Boys' Club of Pasadena	1,500
Boys' Club of San Gabriel Valley	1,500
Boys' Club of Santa Monica, Inc.	1,500
Boys' Club of Venice	1,500
Boys' Club of Whittier	1,000
Cameo, Inc.	200
Camp Fire Girls (Los Angeles Area Council and Santa Fe Trail Council - \$500 each)	1,000
Casa Colina Hospital for Rehabilitative Medicine	500
Catholic Youth Organizations (Catholic Welfare Bureau)	3,500
Challengers Boys Club, The	1,500
Children's Asthma Research Institute and Hospital	350
Children's Benefit League	500
Children's Charity Workers, Inc.	350
Childrens' Dental Health Center of Long Beach, California	500

Hollywood Turf Club Associated Charities, Inc.
 Charity Distributions
 (continued)

Children's Home Society of California	\$ 500
Children's Hospital Society of Los Angeles	500
Crippled Children's Guild, The	500
Culver City Guidance Clinic	350
Devil Pups, Inc.	2,500
Dubnoff School for Educational Therapy	500
Eastside Boys' Club	1,500
Escalon, Incorporated	500
Ettie Lee Homes, Inc.	400
Family Service of Santa Monica	350
First African Methodist Episcopal Church of Los Angeles, Calif.	500
Five Acres - The Boys' and Girls' Aid Society of Los Angeles County	500
Footlighters, The	350
Foundation for the Junior Blind	500
Foundation for Perceptual and Psycholinguistic Development	250
Foundation of Educational Therapy for Children, The (The Golden Door)	400
Girls' Club of Pasadena, Inc.	1,000
Hathaway Home for Children	600
Hearing Education through Auditory Research Foundation	800
Holy Cross Hospital Guild	200
Holy Family Adoption Service	350
Hope Guild, Inc.	350
Information and Referral Service of Los Angeles County, Inc.	875
Intercommunity Child Guidance Center	200
Jewish Big Brothers Association	1,000
John Tracy Clinic	1,000
Kiwanis Crippled Children's Foundation of West Hollywood	250
Las Carinas, Inc.	350
Las Floristas, Inc.	250
League for Crippled Children, The	500
Long Beach Children's Clinic	250
Long Beach Retarded Children's Foundation	350
Los Angeles Child Guidance Clinic, The	600
Los Angeles Kiwanis Club Foundation, Inc.	500
Los Angeles Orphan Asylum (Maryvale)	1,000
Los Angeles Orphans' Home Society (Hollygrove)	1,000
Los Angeles State College Foundation (Department of Special Education Scholarships)	500
Lynwood Children's Foundation, Inc.	500
Maravilla Foundation	1,000
Marshall P. Riddick Youth Center	200
Memorial Hospital of Long Beach, The	350
National Charity League (Los Angeles Chapter)	400
Needlework Guild of America, Inc. (Los Angeles Branch)	400
Needlework Guild of America, Inc. (Peninsula Volunteers)	250
Neighborhood Music School, The	300

Hollywood Turf Club Associated Charities, Inc.
 Charity Distributions
 (continued)

Optimist Boys Home and Ranch	\$ 500
Oral Education Center of Southern California	300
Pacific Oaks	600
Pasadena Child Guidance Clinic	350
Pasadena Day Nursery for Child Development	275
Plaza Community Center	200
Poor Sisters of Nazareth of Los Angeles, Inc., The	500
Recording for the Blind, Inc. (Los Angeles Unit)	300
Reiss-Davis Clinic for Child Guidance	500
Rio Hondo Boys' Club	1,500
Roosevelt Memorial Boys' Club of San Pedro	1,500
Rosemary Cottage	500
St. Anne's Maternity Hospital	700
St. Mary's Hospital Guild, Inc.	350
Salesian Boys' Club of Los Angeles	1,000
San Fernando Valley Child Guidance Clinic	250
Sandpipers of Hermosa Beach, The	350
San Pedro Community Hospital (Women's Auxiliary)	350
Santa Monica Westside Charity League	300
Sisters of Social Service of Los Angeles (Social Service Auxiliary)	400
South Bay Children's Health Center Association, Inc.	1,000
South Central Youth Tennis Association	200
Southwest Association for Retarded Children	500
Southern Area Boys' Club	1,500
Spastic Children's Foundation of Los Angeles County, The	500
Spastic Children's Guild, The	300
Sports Spectacular	500
Sugar Ray's Youth Foundation	500
Sunair Foundation (Sunair Club)	500
Toy Loan Advisory Board	3,500
Villa Esperanza	900
WAIF - ISS (Women's Adoption International Fund - International Social Service)	300
Westchester Mental Health Clinic	500
Westchester Townhouse, Inc. (Youth Center Association)	350
Whittier Dental Task Force	200
Women's Auxiliary of the California Babies' and Children's Hospital, Inc.	350
Women's Auxiliary to the McKinley Home for Boys, The	300
Woodcraft Rangers	1,800
Youth Tennis Foundation of Southern California	500
Total	<u>\$593,550</u>

DEL MAR CHARITIES
CHARITY DISTRIBUTIONS
YEAR ENDED JUNE 30, 1972

United Community Services of San Diego County	\$28,500
Junior League of San Diego, Ltd.	1,480
Social Service Auxiliary	1,480
Las Patronas	1,480
United Jewish Federation of San Diego	360
San Diego County Association for the Retarded	550
San Diego County Heart Association	360
Crossroads Foundation	360
City of Hope Auxiliary of San Diego	435
Scripps Memorial Hospital	550
Sharp Memorial Hospital	550
Mercy Hospital	550
Girls' Club of El Cajon, Inc.	312
COMBO	550
San Diego Safety Council	550
American Red Cross - San Diego Disaster Fund	<u>550</u>
 Total	<u>\$38,617</u>

OAK TREE FOUNDATION
CHARITY DISTRIBUTIONS
YEAR ENDED JULY 31, 1972

Alcoholism Council of Greater Los Angeles	\$ 1,500
American National Red Cross, Arcadia Chapter	1,650
The Bishop Gooden Home	1,500
Boy's Club of Pasadena	1,500
Boy's Club of San Gabriel Valley	825
Braille Institute of America, Inc.	1,650
California Thoroughbred Breeders Foundation	2,000
Charter Oak Foundation	1,000
Childrens Hospital of Los Angeles	2,250
City of Hope	1,500
Claremont University Center	5,250
Devil Pups, Inc.	1,650
Grayson Foundation, Incorporated	2,475
Greater Los Angeles Zoo Association	2,000
Horsemen's Benevolent and Protective Association	2,000
Independent Colleges of Southern California	2,000
Methodist Hospital of Southern California	3,300
Orthopaedic Hospital	2,250
Pasadena Foundation for Medical Research	1,500
Pasadena Foothill Valley Y.W.C.A. (Foothill Center East)	1,500
St. Vincent De Paul Society of Los Angeles	750
The Salvation Army	1,500
San Marino Community Chest	1,500
United Cerebral Palsy Association	825
United Crusade - Arcadia	1,650
United Crusade - Los Angeles Area	16,200
Young Men's Christian Association, Santa Anita District	<u>1,500</u>
 Total - Distribution of funds made on August 7, 1972, after the close of the 1971-72 fiscal year	 <u>\$63,225</u>

WESTERN HARNESS CHARITY FOUNDATION
CHARITY DISTRIBUTIONS
YEAR ENDED AUGUST 31, 1972

Associated In-Group Donors	\$11,750
Southern California Building Funds	<u>1,250</u>
Total	<u>\$13,000</u>

LOS ALAMITOS CHARITY FOUNDATION, INC.
CHARITY DISTRIBUTIONS
YEAR ENDED DECEMBER 31, 1972

Occal Relco	\$ 2,500
R. M. Pyles Boys Club	16,000
Los Alamitos Youth Center	30,000
Orange County Society for Crippled Children and Adults	7,000
Big Brothers of Orange County	5,000
Chapman College	3,000
Childrens Hospital of Orange County	10,000
Orange County Heart Association	2,000
City of Hope	1,000
Orange Empire Area Council Boy Scouts of America	2,000
American Cancer Society	2,000
Hoag Memorial Hospital	5,000
Services for the Blind	4,000
Long Beach Retarded Childrens Foundation	2,000
Y.M.C.A. North Long Beach	1,500
Goodwill Industries of Orange County	3,000
Boys Club of Garden Grove	1,000
Boys Club of Santa Ana	2,500
Boys Club of Harbor Area	400
Boys Club of Laguna Beach	400
Boys Club of Tustin	400
Boys Club of Fullerton	400
Boys Club of Fountain Valley	200
Boys Club of West Orange County	400
Boys Club of Placentia	400
Boys Club of Buena Park	600
Boys Club of Huntington Beach	400
Girls Club of Garden Grove	1,500
Girls Club of Harbor Area	750
Y.W.C.A. Santa Ana	1,500
Y.M.C.A. of West Orange County	500
National Foundation, March of Dimes	300
Orange County Epilepsy Society	750
Orange County Association for Retarded Children	4,000
Planned Parenthood of Orange County	200
Salvation Army of Orange County	5,000
Long Beach Childrens Clinic	300
Anaheim Memorial Hospital	500
Childrens Home Society of Orange County	2,000
Calif. (Cerritos) Communities Pool for the Handicapped	1,000
Florence Crittenton Home of Orange County	750
Girl Scout Council of Orange County	1,500
National Multiple Sclerosis Society, Garden Grove	3,000
Armed Services Y.M.C.A., Long Beach	400

Los Alamitos Charity Foundation, Inc.
 Charity Distributions
 (continued)

Patrons of the Library, C.S. University at Fullerton	\$ 1,000
Charles W. Bowers Memorial Museum of Santa Ana	1,000
Girls Club of Buena Park	250
Artificial Kidney Foundation	750
Delinquency Control Institute - University of So. Calif.	250
Boys Club of Whittier	200
Y.W.C.A. of Orange	250
University of Redlands	1,000
Juday Meadows Camp	200
Speech & Language Development Center	250
South Coast Community Hospital	2,500
Hemophilia Foundation of Orange County	1,000
North Orange Council, B.S.A.	800
Southern California Building Fund	1,000
St. Joseph Hospital of Orange	1,000
Girls Club of Santa Ana	500
Western Special Olympics Inc.	250
Rancho Los Amigos Hospital Patient Welfare Fund	500
Metropolitan Y.M.C.A. of Central & South Orange County	500
Saint Judes Hospital, Inc.	1,000
All Nations Foundation	250
Services for the Blind of Orange County	<u>1,000</u>
 Total	 <u>\$142,500</u>

SOUTHERN CALIFORNIA RACING
ASSOCIATION CHARITABLE FOUNDATION
CHARITY DISTRIBUTIONS
SEPTEMBER 6, 1972 (INCEPTION)
TO DECEMBER 31, 1972

Earl and Loraine Miller Children's Hospital	\$10,000
Memorial and Children's Medical Center Foundation	6,500
Chapman College	5,156
Hoag Memorial Hospital	5,157
South Coast Community Hospital	5,157
Children's Home Society of California	<u>1,000</u>
Total	<u>\$32,970</u>

GOLDEN GATE FIELDS FOUNDATION
CHARITY DISTRIBUTIONS
YEAR ENDED NOVEMBER 30, 1972

Boys' Club of Alameda	\$ 400
Boys' Club of Hayward	400
Boys' Club of Oakland	400
Boys' Club of Richmond	400
Boys' Club of San Leandro	400
Boy Scouts, Marin Council	500
Boy Scouts, Mt. Diablo Council	500
Boy Scouts, San Francisco Council	500
Girl Scouts, San Francisco Bay Council	500
San Antonio Youth Project	1,000
American Cancer Society	2,000
American Heart Association	1,000
Cerebral Palsy Center for Bay Area	3,000
Diabetic Youth Foundation	300
Hope for Hearing	500
Muscular Dystrophy Association	300
Northern California Kidney Foundation	2,000
Alta Bates Community Hospital	300
Booth Memorial Hospital	2,000
Children's Hospital Medical Center	2,000
Shriners Hospital for Crippled Children	2,000
Aid to Visually Handicapped	500
California Elks Major Project	2,000
Camping Unlimited/Retarded Children	1,000
Clausen House	2,000
Contra Costa Association/Mentally Retarded	1,000
Disabled American Veterans	2,000
East Bay Association for Retarded Children	2,000
Guide Dogs for the Blind	2,000
Lighthouse for the Blind	1,500
Mt. Diablo Therapy Center	1,500
San Francisco Bay Area Hearing Society	500
Sunny Hills	500
Young Life	400
Albany Post #292, American Legion	500
Albany Little League	500
Big Brothers of America	1,000
Children's Home Society	500
Fred Finch Home	2,000
Inter-Tribal Friendship House	500
Jewish Welfare Federation	300
Lane Children's Center	500
Lincoln Child Center	3,500
Little Sisters of the Poor	1,000
Medic Alert	500

Golden Gate Fields Foundation
Charity Distributions
(continued)

National Council on Alcoholism of Alameda County	\$ 2,000
Native Sons of the Golden West (Cleft Palate Project)	1,000
Northern California Industry-Education Council (TRY Program)	500
Planned Parenthood	2,000
Salvation Army	3,500
San Ramon Little League	500
St. Vincent's Day Home	1,000
St. Anthony's Dining Room	1,000
Talent Bank Foundation	500
Tooth Trip	500
Youth Homes, Incorporated	<u>1,000</u>
 Total	 <u>\$61,600</u>

TANFORAN CHARITIES FOUNDATION
CHARITY DISTRIBUTIONS
YEAR ENDED DECEMBER 31, 1972

Aid to Visually Handicapped	\$ 390.00
Apostleship of the Sea	487.50
Archbishop Hanna Center for Boys	585.00
Bay Area Health Facilities Planning Association	325.00
Bay Area Urban League	390.00
Bayshore Employment Service, Inc.	500.00
Big Brothers, Inc.	260.00
Booker T. Washington Community Center	390.00
Boys' Club of San Mateo County	292.50
California Academy of Sciences	650.00
California League for the Handicapped	260.00
Camperships of San Mateo County	325.00
Cathedral School for Boys (Grace Cathedral)	390.00
Catholic Charities - Board of Catholic Committee for Aging	292.50
Catholic Social Service	682.50
Catholic Youth Organization	585.00
Children's Health Council of Mid Peninsula	500.00
Children's Home Society of California	292.50
Children's Hospital	2,600.00
College of the Holy Names, Oakland	260.00
College of Notre Dame, Belmont	975.00
Convent of the Good Shepherd	520.00
Convent of the Sacred Heart	650.00
Diabetic Youth Foundation	292.50
Edgewood, San Francisco Protestant Orphanage	682.50
Family Service Agency of San Mateo	487.50
Family Service Bureau	325.00
Florence Crittenden Home	780.00
Foundation of Research in Education	390.00
Franklin Hospital	2,600.00
Garden Hospital	585.00
The Guardsmen	130.00
Helpers of the Mentally Retarded	390.00
Hunter's Point Boys Club	585.00
International Hospitality Center	585.00
Irwin Memorial Blood Bank of San Francisco	650.00
Jewish Welfare Federation	975.00
Lighthouse for the Blind, San Francisco	780.00
Little Sisters of the Poor	487.50
Marin General Hospital Volunteers	325.00
Marin General Hospital	500.00
Mary's Help Hospital	2,600.00
Jerd Sullivan Rehabilitation Center	2,600.00
Mills Hospital	975.00
Miramonte Mental Health Service	520.00

Tanforan Charities Foundation
 Charity Distributions
 (continued)

Mt. Zion Hospital	\$ 2,600.00
Nazareth House of San Rafael (Poor Sisters of Nazareth)	650.00
Northern California Service League of San Francisco	325.00
Northern California Society for the Prevention of Blindness, Inc.	325.00
Old St. Mary's Chinese School	975.00
Opportunities Industrialization Center West	325.00
Pacific Medical Center (Presbyterian Hospital)	2,600.00
Presentation Convent, San Francisco	650.00
Salesian Boys' Club	585.00
Salvation Army	650.00
San Dominico School Foundation	975.00
San Francisco Boys' Home	487.50
San Francisco Suicide Prevention, Inc.	260.00
St. Anthony's Dining Room	780.00
St. Elizabeth's Infant Hospital	585.00
St. Francis Hospital	2,600.00
St. Ignatius High School	975.00
St. Joseph's Hospital	2,600.00
St. Luke's Hospital	2,600.00
St. Mary's Hospital	2,600.00
San Francisco Aid to Retarded Children	682.50
San Francisco Association for Mental Health	487.50
San Francisco Council on Alcoholism, Inc.	487.50
San Francisco Easter Seal Society	650.00
San Francisco Hearing & Speech Center	487.50
San Francisco Home Health Service	487.50
San Francisco Senior Center	390.00
San Mateo County Heart Association	325.00
Stanford Medical Center (Radiation Department)	650.00
Student League of San Francisco	585.00
Stern Grove Festival Association	975.00
Sunny Hills	487.50
Swig Camp Institute for Living Judaism	325.00
University of San Francisco	1,950.00
USO San Francisco	500.00
Woodside Priory Foundation	390.00
Youth for Service	585.00
Y.W.C.A.	<u>585.00</u>
 Total	<u>\$66,025.00</u>

THE CALIFORNIA JOCKEY CLUB FOUNDATION
CHARITY DISTRIBUTIONS
YEAR ENDED DECEMBER 31, 1972

American Cancer Society, San Francisco Branch	\$ 2,000
American Cancer Society, San Mateo County Branch	1,500
Apostleship of the Sea	2,500
Booker T. Washington Community Center	1,500
Boy Scouts of America, San Mateo County Council	1,000
Boys' Club of San Mateo	1,000
Catholic Social Service, San Mateo County	1,500
Children's Health Council of the Mid-Peninsula	1,000
Children's Hospital, Stanford	1,000
Columbia Park Boys' Club	2,500
College of Notre Dame, Belmont	1,500
Convent of the Good Shepherd, San Francisco	1,000
Edgewood Protestant Orphanage	1,000
Family Service Agency, San Mateo County	1,500
Girl Scout Council, San Mateo County	1,500
Hebrew Home for the Aged	2,500
Herbert Hoover Memorial Boys' Club, Menlo Park	1,000
Horsemen's Benevolent and Protective Association	1,000
Hunters Point Boys Club	1,000
Jewish Welfare Federation	1,000
Laguna Honda Home Volunteers	500
Little Sisters of the Poor, San Francisco	2,000
Mary's Help Hospital, Daly City	1,500
Mental Health Association, San Mateo County	1,500
Mills Memorial Hospital, Building Fund	3,000
National Conference of Christians & Jews, S.F. Chapter	1,000
Parents Assn. for Retarded Children, San Mateo County	1,000
Peninsula Memorial Blood Bank	1,500
Pythian Youth Foundation of California (Guardsmen)	1,500
Regular Veterans Association	500
Sacred Heart Convent, Menlo Park	3,000
St. Anthony's Dining Room	2,500
Salvation Army, San Francisco	1,000
San Francisco Boys' Club	1,000
San Francisco Chapter Muscular Dystrophy Assn.	1,000
San Francisco Hearing and Speech Center	1,000
San Mateo County Junior Museum	1,000
San Mateo County Service League	1,000
San Mateo County Society for Crippled Children and Adults	1,500
San Mateo County Tuberculosis & Health Association	1,500
Shriners Hospital for Crippled Children, S.F. Unit	3,000
Sisters of the Presentation	2,000
Suicide Prevention, San Mateo County	1,000
Visiting Nurses Assn., San Mateo County	1,500
Volunteer Bureau of San Mateo County	1,500
Total	<u>\$66,000</u>